APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Date of filing in State Engineer's Office	MAR 18 2003		
Returned to applicant for correction			
Corrected application filed	·		
Map filed	MAR 25 2003 under 69740-T		
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The applicant Florida Canyon Mining, Inc., hereby make application for permission to change the Point of Diversion, Place of use of a portion of water heretofore appropriated under Permit #57097, (Production Well - 1 (PW-1))

- 1. The source of water is Underground
- 2. The amount of water to be changed 0.00446 C.F.S. or 1,052 M.G.A.
- 3. The water to be used for Mining, Milling, and Domestic.
- 4. The water heretofore permitted for Mining, Milling, and Domestic.
- 5. The water is to be diverted at the following point (MW-1) SE¼ NW¼ Section 3, T.31N., R.33E., M.D.B.&M. or at a point which the SW corner of said Section 3 bears S. 34°16'09" W. a distance of 4842 feet. Refer to place of use map submitted with this application.
- 6. The existing permitted point of diversion is located within (PW-1) SE% NW% (Lot 1) Section 3, T.31N., R.33E., M.D.B.&M. or at a point from which the SW corner of said Section 3, bears S. 31° W., a distance of 3810 feet. Map on file (Refer to place of use map submitted with application #48998 and #57097 (PW-1).
- 7. Proposed place of usc Sections 3, T.31N. R.33E., M.D.B.&M.
- 8. Existing place of use Sections 2, 3, 4, 9, 10, 11, 14, 15, 16, 37, 38, and 39, T.31N., R.33E. M.D.B.&M.
- 9. Use will be from January 1 to December 31 of each year.
- 10. Use was permitted from January 1 to December 31 of each year.
- 11. Description of proposed works The proposed MW-1 Well is located approximately 1111-ft north of PW-1. The water will be pumped from the well into the process circuit where it is metered as it is pumped out for mining, milling, and environmental monitoring and mitigation purposes.
- 12. Estimated cost of works (\$10,000) Ten Thousand Dollars
- 13. Estimated time required to construct works Completed Environmental well for ground water monitoring and mitigation.
- 14. Estimated time required to complete the application of water to beneficial use One Year
- 15. Remarks: 1,052,136 gallons estimated for annual mining consumptive use, environmental monitoring, and mitigation.

By Todd H. Welty s/Todd H. Welty (Agent) P.O. Box 330 Imlay, Nevada 89418

Compared cmf/cac lb/cmf	_	
Protested		<u> </u>

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions.

This temporary permit to change the point of diversion and place of use of a portion of the waters of an underground source as heretofore granted under Permit 57097 is issued subject to the terms and conditions imposed in said Permit 57097 and with the understanding that no other rights on the source will be affected by the change proposed herein. The well shall be equipped with a 2-inch opening and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

This temporary permit does not extend the permittee the right

of ingress and egress on public, private or corporate lands.

The total combined duty of water under Permits 48997, Certificate 13237; 48998, Certificate 13238; 48999, Certificate 13239; 49931, Certificate 13240; 50061, Certificate 13953; 50248, Certificate 14448; 53342, Certificate 13245; 57096, 57097, 57098, 61203, 61643, 61644, 61707 and Temporary Permits 68703-T, 68704-T, 60744 m 6074 m 60744 m 6074 m 6074 m 6074 m 6074 m 6074 m 69174-T, 69304-T, 69740-T, 69742-T, 69743-T, 69744-T and 69745-T

will not exceed 787 million gallons annually.

The issuance of this temporary permit does not waive the requirements that the permit holder obtain other permits from

State, Federal and local agencies.

Monthly records will be kept of the following: the volume of water from each well, the volume of water consumptively used for mining and milling purposes projectwide and the amount of water used for reclamation purposes. These records will be submitted within 15 days after the end of each month, along with water level (static or pumping) of each permitted well with the pumping report.

This temporary permit is issued pursuant to the provisions of NRS 533.345 Section 2 and will expire on June 17, 2004 at which time all rights herein granted shall revert to the right being changed by this temporary permit.

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(PERMIT TERMS CONTINUED)

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The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.00446 cubic feet per second, but not to exceed 3.23 acre feet annually.

Work must be prosecuted with reasonable dilligence and be completed on or before:

Proof of completion of work shall be filed before:

Water must be placed to beneficial use on or before:

Proof of the application of water to beneficial usé shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

IN TESTIMONY WHEREOF, I, HUGH RICCI, P.E.,

State Engineer of Nevada, have hercunto set

my hand and the seal of my office.

this 18th day of June 7 A.D. 2003

EXPIRED DATE _ JUN 17 2004

